

AN ACT

ENTITLED, An Act to permit an increased proportion of a bank's stock and surplus to be invested in the value of the premises.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

Section 1. That § 51A-4-9 be amended to read as follows:

51A-4-9. Except as provided in §§ 51A-4-10 and 51A-4-31 to 51A-4-41, inclusive, a bank may lease, purchase, hold, and convey in its own name, or through investment in a corporation organized solely to lease such property to it, only the following real property:

- (1) That which it occupies or intends to occupy for the transaction of its business or which it partly so occupies and partly rents or leases to others;
- (2) That which is used for accommodation in the transaction of the bank's business, including parking, storage and preservation of records, and data processing facilities;
- (3) That which is used for housing or recreation accommodations for attracting and retaining employees.

All such accommodations shall be of a reasonable nature.

The book value of a bank's premises may not exceed in the aggregate one hundred percent of the bank's capital stock and surplus. However, the director may authorize a larger investment, upon formal application and after an investigation, if the sound conduct of banking will not be adversely affected by the larger investment. For the purposes of this section, book value includes those amounts which are to be reported as premises and fixed assets according to the instructions for consolidated reports of condition filed with the division.

An Act to permit an increased proportion of a bank's stock and surplus to be invested in the value of the premises.

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I certify that the attached Act
originated in the

HOUSE as Bill No. 1142

Chief Clerk

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Speaker of the House

Attest:

Chief Clerk

President of the Senate

Attest:

Secretary of the Senate

House Bill No. 1142
File No. _____
Chapter No. _____

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Received at this Executive Office
this ____ day of _____ ,

19__ at ____ M.

By _____
for the Governor

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The attached Act is hereby
approved this _____ day of
_____, A.D., 19__

Governor

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STATE OF SOUTH DAKOTA,
ss.

Office of the Secretary of State

Filed _____, 19__
at _____ o'clock __ M.

Secretary of State

By _____
Asst. Secretary of State